

Message Text

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PAGE 01 STATE 014089
ORIGIN IO-13

INFO OCT-01 ISO-00 ARA-06 EUR-12 AID-05 EB-08 ABF-01 OMB-01
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R 212055Z JAN 77
FM SECSTATE WASHDC
TO AMEMBASSY MEXICO
INFO USMISSION USUN NEW YORK
AMEMBASSY MOSCOW

LIMITED OFFICIAL USE STATE 014089

E.O. 11652: N/A

TAGS: EAID, UNDP

SUBJECT: UNDP: U.S. INITIATIVE ON USE OF ACCUMULATED
NON-CONVERTIBLE CURRENCIES

REFS: (A) MEXICO 570 (NOTAL); (B) STATE 6775

1. IN ANSWER TO SPECIFIC QUESTIONS RAISED IN PARA 2,
REF (A), U.S. AND USSR CONTRIBUTIONS TO UNDP ARE AS
FOLLOWS:

- (IN MILLION DOLLARS)

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- 1972 1973 1974 1975 1976 1977

U.S. 86 90 70 77.897 100 100

USSR (INCLUD- 3.828 4.252 4.077 4.499 4.170 4.207
ING BYELO-
RUSSIAN AND

UKRAINE SSR)

NON-CONVERTIBLE 2.871 3.189 3.058 3.375 3.127 N/A
PORTION OF USSR
CONTRIBUTION

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2. USSR PAYS MOST OF ITS ASSESSED UN DUES IN HARD CURRENCY. IT PAYS EACH YEAR IN NON-CONVERTIBLE RUBLES FOR ITS SHARE OF THAT PART OF THE UN BUDGET DESIGNATED FOR TECHNICAL ASSISTANCE, ARGUING THAT THIS ITEM SHOULD NOT BE IN THE REGULAR BUDGET. (THE NET EFFECT IS TO WITHHOLD APPROXIMATELY DOLLARS 1.5 MILLION PER YEAR.)

3. WITH REFERENCE TO GOM OBJECTION TO PARA 10 OF DRAFT PROPOSAL (REF B), YOU SHOULD POINT OUT THAT IN MOST CASES CONTRIBUTIONS IN NON-CONVERTIBLE CURRENCIES ARE USED UP BY UNDP IN THE COUNTRIES OF ORIGIN. THUS THE ESSENCE OF PARA 10 IS NOT THE CONVERTIBILITY OF CURRENCY BUT ITS USABILITY BY UNDP. THE U.S. INITIATIVE DOES NOT SUGGEST THAT A COUNTRY CONTRIBUTE IN A SPECIFIC FORM OF CURRENCY; RATHER, THE CURRENCY SHOULD BE IN ANY FORM THAT THE UNDP CAN USE, IN ACCORDANCE WITH UNDP REGULATIONS. THE INTENTION OF PARA 10 IS TO INSURE THAT THE ACCUMULATION OF CURRENCIES WHICH UNDP CANNOT USE DOES NOT RECUR.

4. RE PARA 4, REF (A), THE TWO PERCENT ELEMENT IN THE IPFS ATTRIBUTABLE TO THE NON-USABLE CURRENCIES IS NOT LIMITED OFFICIAL USE

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A NEGLIGIBLE FACTOR, EVEN FOR MEXICO. AS POINTED OUT IN REF (B), IF RECIPIENT COUNTRIES EXCHANGE CURRENCIES IMMEDIATELY, IT CAN LEAD TO AN ALMOST TEN PERCENT INCREASE IN THE FUNDS AVAILABLE FOR USE IN 1977.
HABIB

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FINANCIAL CONTRIBUTIONS, CONVERTIBLE FOREIGN EXCHANGE, GOVERNMENT REACTIONS, PROGRESS REPORTS
Control Number: n/a
Copy: SINGLE
Sent Date: 21-Jan-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Drafter: DCKURTZER:LYM
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770024-0228
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770128/aaaaaytx.tel
Line Count: 102
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: a4cdb7d2-c288-dd11-92da-001cc4696bcc
Office: ORIGIN IO
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Reference: 77 MEXICO 570, 77 STATE 6775
Retention: 0
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Review Content Flags:
Review Date: 14-Mar-2005 12:00:00 am
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Subject: UNDP: U.S. INITIATIVE ON USE OF ACCUMULATED NON-CONVERTIBLE CURRENCIES
TAGS: EAID, MX, UNDP
To: MEXICO
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/a4cdb7d2-c288-dd11-92da-001cc4696bcc
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